

SECURITIES AND EXCHANGE COMMISSION
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SECURITIES AND EXCHANGE
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**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 10/1/2001 AND ENDING 9/30/2002
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Ryan Financial, Inc.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

89 Main Street

(No. and Street)

Andover, MA 01810

(City)

(State)

OFFICIAL USE ONLY

FIRM I.D. NO.

PROCESSED

FEB 25 2003

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

William T. Ryan

THOMSON
FINANCIAL
(978) 475-1500
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Carl B. Bindman, CPA, P.C.

(Name - if individual, state last, first, middle name)

18 Railroad Avenue Andover, MA 01810

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

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*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, William T Ryan, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Ryan Financial, Inc., as of September 30, 2002, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

William T Ryan
Signature
President
Title

Carl Bindman
Notary Public

This report ** contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☐ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

RYAN FINANCIAL, INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2002

RYAN FINANCIAL, INC.
YEAR ENDED SEPTEMBER 30, 2002

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CARL B. BINDMAN, CPA, P.C.

18 RAILROAD AVENUE
ANDOVER, MASSACHUSETTS 01810

OFFICE (978) 470-2027
FAX (978) 470-2444

The Board of Directors
Ryan Financial, Inc.
Andover, MA 01810

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statement of financial condition of Ryan Financial, Inc. as of September 30, 2002 and the related statements of income and retained earnings, cash flows, and the computation of net capital under rule 15c3-1 of the Securities and Exchange Commission for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements and the computation of net capital based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements and the computation of net capital referred to above present fairly, in all material respects, the financial position of Ryan Financial, Inc. as of September 30, 2002 and the results of their operations and their cash flows for the year then ended in conformity with generally accepted accounting principles.

Carl B. Bindman, CPA, P.C.

Carl B. Bindman, CPA, P.C.
Andover, MA
October 21, 2002

RYAN FINANCIAL, INC.
STATEMENT OF FINANCIAL CONDITION
SEPTEMBER 30, 2002

ASSETS

CURRENT ASSETS

Cash - checking	\$	(14)
Cash - restricted		<u>32,656</u>

Total cash	\$	32,642
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Due from correspondent broker		<u>3,036</u>
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Total Current Assets		35,678
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Deferred tax asset		<u>2,500</u>
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TOTAL ASSETS	\$	<u><u>38,178</u></u>
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LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES	\$	-
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STOCKHOLDERS' EQUITY

Common stock, no par, 20,000 shares authorized, 1,000 shares issued and outstanding		10,000
Additional paid-in capital		17,022
Retained earnings		<u>11,156</u>

Total Stockholders' Equity		<u>38,178</u>
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TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	<u><u>38,178</u></u>
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The accompanying notes are an integral part of these financial statements

RYAN FINANCIAL, INC.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2002

INCOME

Commission and annuity income	\$ 859,867
Interest income	<u>457</u>

Total income 860,324

EXPENSES

Bank service charge	90
Commission expense	754,855
Dues & subscriptions	(142)
Other expenses	13,700
Professional fees	2,900
Ticket Charges	<u>88,218</u>

Total expenses 859,621

Net income (loss) before income taxes 703

Income taxes 813

Net income (loss) (110)

Retained earnings, beginning 11,266

Retained earnings, ending \$ 11,156

The accompanying notes are an integral part of these financial statements

RYAN FINANCIAL, INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
SEPTEMBER 30, 2002

	<u>Ret. Earnings</u>	<u>Add. Paid-in Capital</u>	<u>Common Stock</u>
Bal. at 10/1/01	11,266	17,022	10,000
Net income (loss)	<u>(110)</u>	<u>-</u>	<u>-</u>
Bal. at 9/30/02	<u>11,156</u>	<u>17,022</u>	<u>10,000</u>

The accompanying notes are an integral part of these financial statements

RYAN FINANCIAL, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2002

CASH FLOWS FROM OPERATIONS:

Net income (loss)	\$ (110)
Net increase (decrease) in cash as a result of changes in receivables and accrued expenses	<u>(376)</u>
Increase (decrease) in cash	(486)
CASH, BEGINNING OF YEAR	<u>33,128</u>
CASH, END OF YEAR	\$ <u><u>32,642</u></u>

The accompanying notes are an integral part of these financial statements

RYAN FINANCIAL, INC.
COMPUTATION OF NET CAPITAL UNDER RULE 15C3-1 OF THE
SECURITIES AND EXCHANGE COMMISSION
AS OF SEPTEMBER 30, 2002

TOTAL ASSETS	\$ 38,178
LESS: LIABILITIES	<u>-</u>
TOTAL CAPITAL	38,178
LESS: NON-ALLOWABLE ASSETS	(2,500)
LESS: EXCESS CAPITAL	<u>(7,656)</u>
NET CAPITAL BEFORE HAIRCUTS	28,022
HAIRCUTS	<u>(653)</u>
NET CAPITAL	\$ <u><u>27,369</u></u>
MINIMUM NET CAPITAL REQUIRED	\$ <u><u>5,000</u></u>
EXCESS NET CAPITAL	\$ <u><u>22,369</u></u>
 <u>AGGREGATE INDEBTEDNESS</u>	
AGGREGATE INDEBTEDNESS	\$ -
NET CAPITAL	\$ <u><u>27,369</u></u>
RATIO: AGGREGATE INDEBTEDNESS TO NET CAPITAL	<u><u>0%</u></u>

There are no material differences in the computation of the net capital under SEC.240.15c3-1 as shown in this report and as reflected on the most recent FOCUS Part IIA filings.

The accompanying notes are an integral part of these financial statements

RYAN FINANCIAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2002

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Company is primarily engaged in the securities brokerage business.

NOTE B – CASH RESTRICTED:

The Company is required to maintain a restricted reserve cash account with Raymond James & Associates with a minimum balance of \$25,000. As of September 30, 2002 the balance was \$32,656.

NOTE C – NET CAPITAL REQUIREMENTS:

The company is subject to the Securities and Exchange Commission Uniform Net Capital Rule, which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At September 30, 2002 the Company had net capital of \$27,369, which was \$22,369 in excess of its required net capital of \$5,000 and there was no aggregate indebtedness.

NOTE D – PROVISION FOR INCOME TAX:

The components of income tax expense for the year ended September 30, 2002 are:

<u>Current taxes:</u>	\$ 232
<u>Deferred taxes:</u>	<u>0</u>
Total	<u>\$ 232</u>

The Company has a state tax loss carryforward of \$23,708 that may be offset against future state taxable income. The carryforward will expire in the year ending September 30, 2003.